## Senate



General Assembly

File No. 652

January Session, 2013

Substitute Senate Bill No. 1007

Senate, May 1, 2013

The Committee on Labor and Public Employees reported through SEN. OSTEN of the 19th Dist., Chairperson of the Committee on the part of the Senate, that the substitute bill ought to pass.

# AN ACT CONCERNING REVISIONS TO THE PAID SICK LEAVE STATUTES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 31-57r of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective October 1, 2013*):
- 3 As used in this section and sections 31-57s to 31-57w, inclusive:
- 4 (1) "Child" means a biological, adopted or foster child, stepchild,
- 5 legal ward of a service worker, or a child of a service worker standing
- 6 in loco parentis, who is (A) under eighteen years of age; or (B) eighteen
- 7 years of age or older and incapable of self-care because of a mental or
- 8 physical disability;
- 9 (2) "Day or temporary worker" means an individual who performs
- 10 work for another on (A) a per diem basis, or (B) an occasional or
- 11 irregular basis for only the time required to complete such work,
- 12 whether such individual is paid by the person for whom such work is

performed or by an employment agency or temporary help service, as defined in section 31-129;

- 15 (3) "Employee" means an individual engaged in service to an 16 employer in the business of the employer;
- 17 (4) "Employer" means any person, firm, business, educational 18 institution, nonprofit agency, corporation, limited liability company or 19 other entity that employs fifty or more individuals in the state, [in any 20 one quarter in the previous year,] which shall be determined [on 21 January first, annually. Such determination shall be made based upon 22 the wage information submitted to the Labor Commissioner by the 23 employer pursuant to subsection (j) of section 31-225a] based on the 24 employer's payroll for the week containing October first, annually. 25 "Employer" does not include: (A) Any business [establishment 26 classified in that is primarily engaged in activities that would be 27 included in sector 31, 32 or 33 in the North American Industrial 28 Classification System, or (B) any nationally chartered organization 29 exempt from taxation under Section 501(c)(3) of the Internal Revenue 30 Code of 1986, or any subsequent corresponding internal revenue code 31 of the United States, as from time to time amended, that provides all of 32 the following services: Recreation, child care and education;
- 33 (5) "Family violence" has the same meaning as provided in section 34 46b-38a;
- 35 "Retaliatory personnel action" termination, means any 36 suspension, constructive discharge, demotion, unfavorable 37 reassignment, refusal to promote, disciplinary action or other adverse 38 employment action taken by an employer against an employee or a 39 service worker;
  - (7) "Service worker" means an employee primarily engaged in an occupation with one of the following broad or detailed occupation code numbers and titles, as defined by the federal Bureau of Labor Statistics Standard Occupational Classification system or any successor system: (A) 11-9050 Food Service Managers; (B) 11-9110 Medical and

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45 Health Services Managers; (C) 21-1020 Social Workers; (D) 21-1093 46 Social and Human Service Assistants; (E) 21-1094 Community Health 47 Workers; (F) 21-1099 Community and Social Service Specialists, All 48 Other; (G) 25-4020 Librarians; (H) 29-1050 Pharmacists; (I) 29-1070 49 Physician Assistants; (J) 29-1120 Therapists; (K) 29-1140 Registered 50 Nurses; (L) 29-1150 Nurse Anesthetists; (M) 29-1160 Nurse Midwives; 51 (N) 29-1170 Nurse Practitioners; (O) 29-2020 Dental Hygienists; (P) 29-52 2040 Emergency Medical Technicians and Paramedics; (Q) 29-2050 53 Health Practitioner Support Technologists and Technicians; (R) 29-2060 54 Licensed Practical and Licensed Vocational Nurses; (S) 31-1011 Home 55 Health Aides; (T) 31-1012 Nursing Aides, Orderlies and Attendants; 56 (U) 31-1013 Psychiatric Aides; (V) 31-9091 Dental Assistants; (W) 31-57 9092 Medical Assistants; (X) 33-9032 Security Guards; (Y) 33-9091 58 Crossing Guards; (Z) 35-1010 Supervisors of Food Preparation and 59 Serving Workers; (AA) 35-2010 Cooks; (BB) 35-2020 Food Preparation 60 Workers; (CC) 35-3010 Bartenders; (DD) 35-3020 Fast Food and 61 Counter Workers; (EE) 35-3030 Waiters and Waitresses; (FF) 35-3040 62 Food Servers, Nonrestaurant; (GG) 35-9010 Dining Room and Cafeteria 63 Attendants and Bartender Helpers; (HH) 35-9020 Dishwashers; (II) 35-64 9030 Hosts and Hostesses, Restaurant, Lounge and Coffee Shop; (II) 65 35-9090 Miscellaneous Food Preparation and Serving Related Workers; 66 (KK) 37-2011 Janitors and Cleaners, Except Maids and Housekeeping 67 Cleaners; (LL) 37-2019 Building Cleaning Workers, All Other; (MM) 68 39-3030 Ushers, Lobby Attendants and Ticket Takers; (NN) 39-5010 69 Barbers, Hairdressers, Hairstylists and Cosmetologists; (OO) 39-6010 70 Baggage Porters, Bellhops and Concierges; (PP) 39-9010 Child Care 71 Workers; (QQ) 39-9021 Personal Care Aides; (RR) 41-1010 First-Line 72 Supervisors of Sales Workers; (SS) 41-2011 Cashiers; (TT) 41-2021 73 Counter and Rental Clerks; (UU) 41-2030 Retail Salespersons; (VV) 43-74 3070 Tellers; (WW) 43-4080 Hotel, Motel and Resort Desk Clerks; (XX) 75 43-4170 Receptionists and Information Clerks; (YY) 43-5020 Couriers 76 and Messengers; (ZZ) 43-6010 Secretaries and Administrative 77 Assistants; (AAA) 43-9010 Computer Operators; (BBB) 43-9020 Data 78 Entry and Information Processing Workers; (CCC) 43-9030 Desktop 79 Publishers; (DDD) 43-9040 Insurance Claims and Policy Processing

80 Clerks; (EEE) 43-9050 Mail Clerks and Mail Machine Operators, Except

- 81 Postal Service; (FFF) 43-9060 Office Clerks, General; (GGG) 43-9070
- 82 Office Machine Operators, Except Computer; (HHH) 43-9080
- 83 Proofreaders and Copy Markers; (III) 43-9110 Statistical Assistants; (JJJ)
- 84 43-9190 Miscellaneous Office and Administrative Support Workers;
- 85 (KKK) 51-3010 Bakers; (LLL) 51-3020 Butchers and Other Meat, Poultry
- 86 and Fish Processing Workers; (MMM) 51-3090 Miscellaneous Food
- 87 Processing Workers; (NNN) 53-3010 Ambulance Drivers and
- 88 Attendants, Except Emergency Medical Technicians; (OOO) 53-3020
- 89 Bus Drivers; or (PPP) 53-3040 Taxi Drivers and Chauffeurs, and is (i)
- 90 paid on an hourly basis, or (ii) not exempt from the minimum wage
- 91 and overtime compensation requirements of the Fair Labor Standards
- 92 Act of 1938 and the regulations promulgated thereunder, as amended
- 93 from time to time. "Service worker" does not include day or temporary
- 94 workers;
- 95 (8) "Sexual assault" means any act that constitutes a violation of
- 96 section 53a-70, 53a-70a, 53a-70b, 53a-71, 53a-72a, 53a-72b or 53a-73a;
- 97 [and]
- 98 (9) "Spouse" means a husband or wife, as the case may be; [.] and
- 99 (10) "Year" means any three-hundred-sixty-five-day period used by
- an employer to calculate employee benefits.
- Sec. 2. Section 31-57s of the general statutes is repealed and the
- following is substituted in lieu thereof (*Effective October 1, 2013*):
- 103 (a) Each employer shall provide paid sick leave annually to each of
- such employer's service workers in the state. Such paid sick leave shall
- accrue (1) beginning January 1, 2012, or for a service worker hired after
- said date, beginning on the service worker's date of employment, (2) at
- a rate of one hour of paid sick leave for each forty hours of weekly
- 108 <u>scheduled hours</u> worked by a service worker, and (3) in one-hour
- increments up to a maximum of forty hours per [calendar] year. Each
- 110 service worker shall be entitled to carry over up to forty unused
- accrued hours of paid sick leave from the current [calendar] year to the

following [calendar] year, but no service worker shall be entitled to use more than the maximum number of accrued hours, as described in subdivision (3) of this subsection, in any year <u>and no service worker</u> shall be entitled to paid sick leave in excess of five scheduled work days in any year.

- (b) A service worker shall be entitled to the use of accrued paid sick leave upon the completion of the service worker's six-hundred-eightieth hour of employment from January 1, 2012, if the service worker was hired prior to January 1, 2012, or if hired after January 1, 2012, upon the completion of the service worker's six-hundred-eightieth hour of employment from the date of hire, unless the employer agrees to an earlier date. A service worker shall not be entitled to the use of accrued paid sick leave if such service worker did not work an average of ten or more hours [a] <u>per</u> week for the employer in the most recent complete [calendar] quarter.
- (c) An employer shall be deemed to be in compliance with this section if the employer offers any other paid leave, or combination of other paid leave that (1) may be used for the purposes of section 31-57t, as amended by this act, and (2) is accrued in total at a rate equal to or greater than the rate described in subsections (a) and (b) of this section. For the purposes of this subsection, "other paid leave" may include, but not be limited to, paid vacation, personal days or paid time off.
- (d) Each employer shall pay each service worker for paid sick leave at a pay rate equal to the greater of either (1) the normal hourly wage for that service worker, or (2) the minimum fair wage rate under section 31-58 in effect for the pay period during which the employee used paid sick leave. For any service worker whose hourly wage varies depending on the work performed by the service worker, the "normal hourly wage" shall mean the average hourly wage of the service worker in the pay period prior to the one in which the service worker used paid sick leave.
  - (e) Notwithstanding the provisions of this section and sections 31-57t to 31-57w, inclusive, <u>as amended by this act</u>, and upon the mutual

145 consent of the service worker and employer, a service worker who 146 chooses to work additional hours or shifts during the same or 147 following pay period, in lieu of hours or shifts missed, shall not use 148 accrued paid sick leave.

- (f) A service worker shall be entitled to use accrued paid sick leave in one-hour increments, except an employer may require a service worker using intermittent leave or working a reduced leave schedule, as described in section 31-51*ll*, to use accrued paid sick leave for such service worker's entire shift if the employer reasonably believes that such service worker's use of accrued paid sick leave in one-hour increments would be impracticable.
- Sec. 3. Subsection (b) of section 31-57t of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2013*):
  - (b) If a service worker's need to use paid sick leave is foreseeable, an employer may require advance notice, not to exceed seven days prior to the date such leave is to begin, of the intention to use such leave. If a service worker's need for such leave is not foreseeable, an employer may require a service worker to give notice of such intention as soon as practicable. For paid sick leave of three or more consecutive days, an employer may require reasonable documentation that such leave is being taken for [the purpose] one of the purposes permitted under subsection (a) of this section. If such leave is permitted under subdivision (1) or (2) of subsection (a) of this section, documentation signed by a health care provider who is treating the service worker or the service worker's child or spouse indicating the need for the number of days of such leave shall be considered reasonable documentation. If such leave is permitted under subdivision (3) of subsection (a) of this section, a court record or documentation signed by a service worker or volunteer working for a victim services organization, an attorney, a police officer or other counselor involved with the service worker shall be considered reasonable documentation.

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This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2013	31-57r
Sec. 2	October 1, 2013	31-57s
Sec. 3	October 1, 2013	31-57t(b)

## LAB Joint Favorable Subst.

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

## **OFA Fiscal Note**

State Impact: None

Municipal Impact: None

Explanation

The bill, which makes several minor changes to the paid sick leave law, has no fiscal impact. The changes are not anticipated to impact the cost to the state or municipalities of administering or providing paid sick leave to their employees, or to impact the cost to the Labor Department of enforcing the law.

The Out Years

State Impact: None

Municipal Impact: None

OLR Bill Analysis sSB 1007

# AN ACT CONCERNING REVISIONS TO THE PAID SICK LEAVE STATUTES.

## **SUMMARY:**

This bill changes the method for determining whether an employer must provide such leave, which could result in fewer employers providing paid sick leave. The bill also changes the timeframe for accruing such leave and how employees may use such leave. Under current law, employers must provide paid sick leave based on the type of business they conduct at each business site and the number of people they employ during any of the business' calendar quarters for the prior year.

EFFECTIVE DATE: October 1, 2013

#### **BUSINESS CLASSIFICATION**

Current law exempts manufacturers from providing paid sick leave based on how the North American Industrial Classification System (NAICS) classifies the type of activity conducted at each of their establishments. Consequently, a manufacturer with administrative and production facilities in separate locations could be required to provide paid sick leave at the administrative facility, but not the production one. The bill exempts manufacturers as long as their business falls under NAICS's manufacturing categories, regardless of the activities they conduct at different facilities.

#### EMPLOYEE THRESHOLD

The bill changes the method for determining if a business meets the employee threshold for providing paid sick leave. Under current law, they must provide paid sick leave if they employ at least 50 people in Connecticut during any of the previous year's quarters. They must

determine if they exceed this threshold by January 1 annually based on the quarterly reports they submit to the labor commissioner. Under the bill, they must annually determine if they meet the threshold based on their payroll for the week of October 1.

### TIMEFRAME FOR ACCRUING LEAVE

The bill changes the timeframe for accruing paid sick leave. Under current law, employees accrue one hour of sick leave for every 40 hours worked per calendar year. Under the bill, they accrue one hour of paid sick leave for every 40 hours they were scheduled to work in a week during the 365-day year their employer determines employee benefits. The change in year allows the employer to start the benefit year on any date, rather than January, as current law require. The bill also explicitly limits the employee's paid sick leave to five scheduled workdays per year and makes other conforming changes.

### **USE OF ACCRUED LEAVE**

The bill specifies how employees may use their accrued paid sick leave. As a rule, it entitles them to use the leave in one-hour increments, the same rate at which they may accrue such leave. But it also sets conditions under which employers can require workers to take the leave for their entire shift. An employer can require an employee to do so if (1) he or she is taking intermittent leave or working reduced hours for the reasons the law allows and the (2) employer reasonably believes it would be impractical for the employee to take the leave in one-hour increments.

By law, an employee can take intermittent leave or work reduced hours to serve as an organ or bone marrow donor, care for a seriously ill relative, or attend to the employee's serious health condition.

## **BACKGROUND**

## Legislative History

The Senate referred the bill (File 389) to the Labor Committee, which reported a substitute that (1) specifies employees can accrue no more than one hour of paid sick leave for every 40 hours of weekly

scheduled work and (2) sets conditions under which employers can require employees to take leave for their entire shift instead of onehour increments.

## **COMMITTEE ACTION**

Commerce Committee

Joint Favorable Substitute Yea 19 Nay 0 (03/19/2013)

Labor and Public Employees Committee

Joint Favorable Substitute Yea 9 Nay 0 (04/23/2013)